

Division Director

DIVISION OF OIL, GAS AND MINING

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

C/007/019 VC/007/033 0/007/04/ C/015/032

June 12, 2002

Mike Glasson, Environmental Coordinator Andalex Resources, Inc. 6750 Airport Road P.O. Box 902 Price, Utah 84501

Re:

Finalize Bond Calculations, Andalex Resources, Inc., Centennial Project, C/007/019, Wildcat Loadout, C/007/033, West Ridge Resources, Inc., West Ridge Mine, C/007/041, Genwal Resources, Inc., Genwal Mine, C/015/032, Outgoing

Dear Mr. Glasson:

The Division would like to finalize the bond calculations for the West Ridge Mine, Wildcat Loadout, Genwal Mine and the Centennial Project. You, Gary Gray and Wayne Western have been working on these bond calculations for quite awhile and I understand that you three agree on most issues. All that remains is to finalize a few items.

Please finalize these bond calculations by July 15, 2002. If need be please set up a meeting with Wayne to clarify any questions.

I appreciate your prompt attention to this matter.

Sincerely,

Pamela Grubaygh-Littig

Permit Supervisor

cc: Gary Gray

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